

NONMAJOR CAPITAL IMPROVEMENT FUND

Community Facilities Development Fund – This fund is used to account for the acquisition and construction of major public facilities.

MAJOR CAPITAL IMPROVEMENT FUNDS ¹

Hospital Construction Fund – This fund is used to account for the construction of improvements to the Ketchikan Medical Center.

Major Capital Improvements Fund – This fund is used to account for the improvement, acquisition and construction of major capital assets as determined by the City Council.

Harbor Improvements Fund – This fund is used to account for the improvement, acquisition and construction of harbor facilities.

¹ *This major fund schedule is provided for budgetary comparison purposes only.*

City of Ketchikan, Alaska
Combining Balance Sheet
Nonmajor Capital Project Fund
December 31, 2014

	Community Facilities Development
Assets	
Cash and investments	\$ 2,277,291
Restricted cash:	
Bond construction funds	515,815
Accrued interest	28,000
Receivables:	
Advances from other funds	<u>700,000</u>
Total Assets	<u><u>\$ 3,521,106</u></u>
Fund Balances	
Restricted	
Bond construction funds	515,815
Assigned:	
Public works projects	<u>3,005,291</u>
Total Fund Balances	<u><u>3,521,106</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 3,521,106</u></u>

City of Ketchikan, Alaska
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Fund
For the Year Ended December 31, 2014

	<u>Community Facilities Development</u>
Revenues	
Investment earnings	\$ 28,117
Contributions	<u>131,487</u>
Total Revenues	<u>159,604</u>
Expenditures	
Current:	
Public works	<u>12,010</u>
Total Expenditures	<u>12,010</u>
Excess of Revenues Over Expenditures	147,594
Other Financing Uses	
Transfers out	
Debt service fund	<u>(488,730)</u>
Total Other Financing Uses	<u>(488,730)</u>
Net Change in Fund Balances	(341,136)
Fund Balances At Beginning of Year	<u>3,862,242</u>
Fund Balances At End of Year	<u><u>\$ 3,521,106</u></u>

City of Ketchikan, Alaska
Community Facilities Development Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Investment earnings	\$ 30,000	\$ 30,000	\$ 28,117	\$ -	\$ 28,117	\$ (1,883)
Contributions	-	-	131,487	-	131,487	131,487
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>159,604</u>	<u>-</u>	<u>159,604</u>	<u>129,604</u>
Expenditures						
Public works	-	12,509	12,010	(11,425)	585	11,924
Total Expenditures	<u>-</u>	<u>12,509</u>	<u>12,010</u>	<u>(11,425)</u>	<u>585</u>	<u>11,924</u>
Excess of Revenues Over Expenditures	<u>30,000</u>	<u>17,491</u>	<u>147,594</u>	<u>11,425</u>	<u>159,019</u>	<u>141,528</u>
Other Financing Sources						
Transfers out						
Debt service fund	(488,730)	(488,730)	(488,730)	-	(488,730)	-
Total Other Financing Sources	<u>(488,730)</u>	<u>(488,730)</u>	<u>(488,730)</u>	<u>-</u>	<u>(488,730)</u>	<u>-</u>
Net Change in Fund Balances	<u>(458,730)</u>	<u>(471,239)</u>	<u>(341,136)</u>	<u>11,425</u>	<u>(329,711)</u>	<u>141,528</u>
Fund Balances Beginning of Year	<u>2,798,420</u>	<u>2,798,420</u>	<u>3,862,242</u>	<u>(711,425)</u>	<u>3,150,817</u>	<u>352,397</u>
Fund Balances End of Year	<u>\$ 2,339,690</u>	<u>\$ 2,327,181</u>	<u>\$ 3,521,106</u>	<u>\$ (700,000)</u>	<u>\$ 2,821,106</u>	<u>\$ 493,925</u>

City of Ketchikan, Alaska
Hospital Construction Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ 15,000,000	\$ 15,000,000	\$ 8,927,885	\$ -	\$ 8,927,885	\$ (6,072,115)
Investment earnings	-	-	34,687	-	34,687	34,687
Total Revenues	<u>15,000,000</u>	<u>15,000,000</u>	<u>8,962,572</u>	<u>-</u>	<u>8,962,572</u>	<u>(6,037,428)</u>
Expenditures						
Health and welfare	58,000,000	58,000,000	9,228,671	38,729,042	47,957,713	10,042,287
Deficiency of Revenues Under Expenditures	<u>(43,000,000)</u>	<u>(43,000,000)</u>	<u>(266,099)</u>	<u>(38,729,042)</u>	<u>(38,995,141)</u>	<u>4,004,859</u>
Other Financing Sources and Uses						
Bond issuance costs			(156,132)	-	(156,132)	(156,132)
Proceeds from sale of bonds	43,000,000	43,000,000	41,320,000	-	41,320,000	(1,680,000)
Premium from sale of bonds	-	-	1,840,478	-	1,840,478	1,840,478
Total Other Financing Sources and Uses	<u>43,000,000</u>	<u>43,000,000</u>	<u>43,004,346</u>	<u>-</u>	<u>43,004,346</u>	<u>4,346</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>42,738,247</u>	<u>(38,729,042)</u>	<u>4,009,205</u>	<u>4,009,205</u>
Fund Balances Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,738,247</u>	<u>\$ (38,729,042)</u>	<u>\$ 4,009,205</u>	<u>\$ 4,009,205</u>

City of Ketchikan, Alaska
Major Capital Improvements Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ 22,000,000	\$ 22,000,000	\$ 640		\$ 640	\$ (21,999,360)
Investment earnings	-	-	16	-	16	16
Contributions	-	22,035	1,676,177	-	1,676,177	1,654,142
Total Revenues	<u>22,000,000</u>	<u>22,022,035</u>	<u>1,676,833</u>	<u>-</u>	<u>1,676,833</u>	<u>(20,345,202)</u>
Expenditures						
Culture and tourism	-	532,501	334,618	196,726	531,344	1,157
Public works	22,000,000	22,000,000	6,052,634	212,392	6,265,026	15,734,974
Total Expenditures	<u>22,000,000</u>	<u>22,532,501</u>	<u>6,387,252</u>	<u>409,118</u>	<u>6,796,370</u>	<u>15,736,131</u>
Deficiency of Revenues Under Expenditures	-	(510,466)	(4,710,419)	(409,118)	(5,119,537)	(4,609,071)
Other Financing Sources						
Transfers in		510,466	4,907,162	-	4,907,162	4,396,696
Total Other Financing Sources	<u>-</u>	<u>510,466</u>	<u>4,907,162</u>	<u>-</u>	<u>4,907,162</u>	<u>4,396,696</u>
Net Change in Fund Balances	-	-	196,743	(409,118)	(212,375)	(212,375)
Fund Balances Beginning of Year	<u>74,116</u>	<u>74,116</u>	<u>74,095</u>	<u>(61,768)</u>	<u>12,327</u>	<u>(61,789)</u>
Fund Balances End of Year	<u>\$ 74,116</u>	<u>\$ 74,116</u>	<u>\$ 270,838</u>	<u>\$ (470,886)</u>	<u>\$ (200,048)</u>	<u>\$ (274,164)</u>

City of Ketchikan, Alaska
Harbor Improvements Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ 2,950,000	\$ 2,950,000	\$ 4,380,657	\$ -	\$ 4,380,657	\$ 1,430,657
Investment earnings	-	-	2,456	-	2,456	2,456
Contributions	-	-	300,000	-	300,000	300,000
Total Revenues	<u>2,950,000</u>	<u>2,950,000</u>	<u>4,683,113</u>	<u>-</u>	<u>4,683,113</u>	<u>1,733,113</u>
Expenditures						
Port and harbors	5,190,615	5,787,290	5,791,231	(135,220)	5,656,011	131,279
Total Expenditures	<u>5,190,615</u>	<u>5,787,290</u>	<u>5,791,231</u>	<u>(135,220)</u>	<u>5,656,011</u>	<u>131,279</u>
Deficiency of Revenues Under Expenditures	<u>(2,240,615)</u>	<u>(2,837,290)</u>	<u>(1,108,118)</u>	<u>135,220</u>	<u>(972,898)</u>	<u>1,864,392</u>
Other Financing Sources and Uses						
Transfers out						
Advances from other funds	(312,500)	(88,453)	-	(88,453)	(88,453)	-
Bond issuance costs	-	-	(10,278)	-	(10,278)	(10,278)
Proceeds from sale of bonds	2,500,000	2,649,928	2,720,000	-	2,720,000	70,072
Premium from sale of bonds	-	-	293,653	-	293,653	293,653
Total Other Financing Sources Uses	<u>2,187,500</u>	<u>2,561,475</u>	<u>3,003,375</u>	<u>(88,453)</u>	<u>2,914,922</u>	<u>353,447</u>
Net Change in Fund Balances	<u>(53,115)</u>	<u>(275,815)</u>	<u>1,895,257</u>	<u>46,767</u>	<u>1,942,024</u>	<u>2,217,839</u>
Fund Balances Beginning of Year	<u>240,409</u>	<u>240,409</u>	<u>1,034,647</u>	<u>(3,335,220)</u>	<u>(2,300,573)</u>	<u>(2,540,982)</u>
Fund Balances End of Year	<u>\$ 187,294</u>	<u>\$ (35,406)</u>	<u>\$ 2,929,904</u>	<u>\$ (3,288,453)</u>	<u>\$ (358,549)</u>	<u>\$ (323,143)</u>



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GENERAL FUND

Due to the implementation of GASB Statement No. 54 the City has re-classified four of its special revenue funds to bring the City into compliance with the new standard. The Hospital Sales Tax, Public Works Sales Tax, Economic Development and Parking and Shoreline Funds are all considered to be general fund activity. The City has added this section to present the combining statements of the general fund and the individual budgetary fund statements. The general fund's individual budgetary statement is still presented as required supplementary information.

General Fund – This fund is used to account for all resources and activities of the City except those required to be accounted for in another fund.

Hospital Sales Tax and Other Public Works Fund – This fund is used to account for the proceeds of the sales tax levy that is restricted to the payment of costs of construction and maintenance of capital improvements under Section 3.04.130(b) of the Ketchikan Municipal Code.

Public Works Sales Tax and Other Public Works Fund – This fund is used to account for the proceeds of the sales tax levy that is restricted to the payment of costs of construction and maintenance of capital improvements under Section 3.04.130(a) of the Ketchikan Municipal Code.

Economic Development and Parking Fund – This fund is used to account for the proceeds from the sale of the Spruce Mill property. These proceeds must be used for economic development and the development of parking facilities as determined by the City Council.

Shoreline Fund – This fund is used to account for the assets and liabilities of the former Shoreline Service Area that were transferred to the City at the time the service area was annexed.

Community Grant Fund – This fund is used to account for grants given to community based non-profit humanitarian agencies as determined by the City Council.

City of Ketchikan, Alaska
Combining Balance Sheet
General Fund
December 31, 2014

	General	Hospital Sales Tax	Public Works Sales Tax	Economic Development & Parking	Shoreline Services	Community Grant Fund	Totals
Assets							
Cash and temporary investments	\$ 1,598,162	\$ 5,916,547	\$ 4,958,475	\$ 232,796	\$ 130,100	\$ 5,992	\$12,842,072
Restricted cash - Investigation Funds	137,151	-	-	-	-	-	137,151
Receivables:							
Accounts	473,494	-	-	-	-	-	473,494
Taxes	968,856	505,671	758,506	-	-	-	2,233,033
Intergovernmental	22,318	-	-	-	-	-	22,318
Interfund	4,302,147	-	-	-	-	-	4,302,147
Advances from other funds	-	-	-	1,161,547	-	-	1,161,547
Land for resale	418,618	-	-	-	-	-	418,618
Total Assets	\$ 7,920,746	\$ 6,422,218	\$ 5,716,981	\$ 1,394,343	\$ 130,100	\$ 5,992	\$21,590,380
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts payable	\$ 490,306	\$ -	\$ 359,514	\$ 42,750	\$ -	\$ 5,712	\$ 898,282
Payroll payable	1,671,483	-	-	-	-	-	1,671,483
Unearned revenue	51,194	-	-	-	-	-	51,194
Total Liabilities	2,212,983	-	359,514	42,750	-	5,712	2,620,959
Deferred Inflows of Resources	867,562	505,671	758,506	-	-	-	2,131,739
Fund Balances							
Nonspendable	418,618	-	-	-	-	-	418,618
Restricted	137,151	-	-	-	-	-	137,151
Assigned:							
Subsequent years budget	246,451	150,550	470,901	-	6,374	-	874,276
Parking development and abatement of dangerous buildings	-	-	-	1,351,593	-	-	1,351,593
Hospital development and expansion	-	5,765,997	-	-	-	-	5,765,997
General government	137,272	-	197,814	-	-	280	335,366
Public safety	35,447	-	289,012	-	123,726	-	448,185
Culture and tourism	57,337	-	679,250	-	-	-	736,587
Public works	84,923	-	-	-	-	-	84,923
Streets, sidewalks and other public projects	-	-	2,961,984	-	-	-	2,961,984
Unassigned	3,723,002	-	-	-	-	-	3,723,002
Total Fund Balances	4,840,201	5,916,547	4,598,961	1,351,593	130,100	280	16,837,682
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 7,920,746	\$ 6,422,218	\$ 5,716,981	\$ 1,394,343	\$ 130,100	\$ 5,992	\$21,590,380

City of Ketchikan, Alaska
General Fund
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2014

	General	Hospital Sales Tax	Public Works Sales Tax	Economic Development & Parking	Shoreline Services	Community Grant	Totals
Revenues							
Taxes							
Real & personal property taxes	\$ 5,801,986	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,801,986
Automobile & boat taxes	48,747	-	-	-	-	-	48,747
Penalty & interest	56,487	10,881	16,321	-	-	-	83,689
Senior citizen local contribution	(427,956)	-	-	-	-	-	(427,956)
Sales tax	3,746,390	2,820,130	4,230,195	-	-	-	10,796,715
Payments in lieu of taxes	11,896	-	-	-	-	-	11,896
	<u>9,237,550</u>	<u>2,831,011</u>	<u>4,246,516</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,315,077</u>
Licenses and permits							
Building permits	95,788	-	-	-	-	-	95,788
Other	2,210	-	-	-	-	-	2,210
	<u>97,998</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>97,998</u>
Intergovernmental							
Federal fire grants	102,989	-	-	-	-	-	102,989
Liquor licenses tax	48,000	-	-	-	-	-	48,000
Other state revenues	2,480,548	-	-	-	-	-	2,480,548
Federal revenues	3,000	-	163,963	-	-	-	166,963
	<u>2,634,537</u>	<u>-</u>	<u>163,963</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,798,500</u>
Charges for services							
Ambulance	606,369	-	-	-	-	-	606,369
Rentals	16,567	-	-	-	-	-	16,567
Parking fees	76,520	-	-	-	-	-	76,520
Cemetery	842	-	-	-	-	-	842
Library services	641,607	-	-	-	-	-	641,607
Museum services	215,571	-	-	-	-	-	215,571
E-911 emergency dispatch services	418,178	-	-	-	-	-	418,178
Civic center services	90,717	-	-	-	-	-	90,717
Other charges	50,035	-	-	-	-	-	50,035
	<u>2,116,406</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,116,406</u>
Fines and forfeitures							
Parking fines	68,443	-	-	-	-	-	68,443
Other fines	29,034	-	-	-	-	-	29,034
Court deposits	14,788	-	-	-	-	-	14,788
	<u>112,265</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>112,265</u>
Investment earnings	285	(44)	(140)	(58)	(3)	-	40
Other revenue							
Miscellaneous	69,849	2,834	35,000	-	-	179,000	286,683
Interdepartmental charges	<u>3,150,268</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,150,268</u>
Total Revenues	<u>17,419,158</u>	<u>2,833,801</u>	<u>4,445,339</u>	<u>(58)</u>	<u>(3)</u>	<u>179,000</u>	<u>24,877,237</u>

City of Ketchikan, Alaska
General Fund
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Cont'd)
For the Year Ended December 31, 2014

	General	Hospital Sales Tax	Public Works Sales Tax	Economic Development & Parking	Shoreline Services	Community Grant	Totals
Expenditures							
Current:							
General government							
Mayor and council	186,778	-	-	-	-	358,000	544,778
City Clerk	280,913	-	-	-	-	-	280,913
Law	341,312	-	-	-	-	-	341,312
City Manager	754,085	-	-	-	-	-	754,085
Finance	2,014,090	-	37,499	-	-	-	2,051,589
Information Technology	1,187,298	-	-	-	-	-	1,187,298
	<u>4,764,476</u>	<u>-</u>	<u>37,499</u>	<u>-</u>	<u>-</u>	<u>358,000</u>	<u>5,159,975</u>
Public safety							
Fire	3,616,698	-	677,357	-	-	-	4,294,055
Police	5,261,014	-	343,621	-	-	-	5,604,635
	<u>8,877,712</u>	<u>-</u>	<u>1,020,978</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,898,690</u>
Culture							
Library	1,293,286	-	-	-	-	-	1,293,286
Museum	792,777	-	202,252	-	-	-	995,029
Civic Center	441,728	-	159,295	-	-	-	601,023
Tourism and development	-	-	-	177,227	-	-	177,227
	<u>2,527,791</u>	<u>-</u>	<u>361,547</u>	<u>177,227</u>	<u>-</u>	<u>-</u>	<u>3,066,565</u>
Health and welfare							
Public Health	11,211	87,990	-	-	-	-	99,201
Public works							
Engineering	1,555,163	-	64,168	-	-	-	1,619,331
Streets	1,630,234	-	973,254	3,198	-	-	2,606,686
Cemetery	74,513	-	-	-	-	-	74,513
Garage	479,516	-	-	-	-	-	479,516
Building Maintenance	367,971	-	1,341,562	46,642	-	-	1,756,175
	<u>4,107,397</u>	<u>-</u>	<u>2,378,984</u>	<u>49,840</u>	<u>-</u>	<u>-</u>	<u>6,536,221</u>
Total Expenditures	<u>20,288,587</u>	<u>87,990</u>	<u>3,799,008</u>	<u>227,067</u>	<u>-</u>	<u>358,000</u>	<u>24,760,652</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,869,429)</u>	<u>2,745,811</u>	<u>646,331</u>	<u>(227,125)</u>	<u>(3)</u>	<u>(179,000)</u>	<u>116,585</u>

City of Ketchikan, Alaska
General Fund
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Cont'd)
For the Year Ended December 31, 2014

	General	Hospital Sales Tax	Public Works Sales Tax	Economic Development & Parking	Shoreline Services	Community Grant	Totals
Other Financing Sources (Uses)							
Transfers in							
Sales tax hospital and other public works fund	420,000	(420,000)	-	-	-	-	-
Sales tax public works fund	2,000,000	-	(2,000,000)	-	-	-	-
Transient occupancy tax fund	312,049	-	-	-	-	-	312,049
Shoreline area fund	6,374	-	-	-	(6,374)	-	-
Bayview cemetery fund	5,000	-	-	-	-	-	5,000
Ketchikan public utilities fund	786,000	-	-	-	-	-	786,000
Port fund	430,642	-	-	-	-	-	430,642
Wastewater services fund	80,000	-	-	-	-	-	80,000
Transfers out							
General obligation bond debt service fund	(371,572)	(1,628,665)	-	-	-	-	(2,000,237)
Community grant fund	(51,147)	(51,147)	(76,706)	-	-	179,000	-
Sale of capital assets	17,696	-	-	-	-	-	17,696
Total Other Financing Sources (Uses)	3,635,042	(2,099,812)	(2,076,706)	-	(6,374)	179,000	(368,850)
Net Change in Fund Balances	765,613	645,999	(1,430,375)	(227,125)	(6,377)	-	(252,265)
Fund Balances Beginning of Year	4,074,588	5,270,548	6,029,336	1,578,718	136,477	280	17,089,947
Fund Balances End of Year	\$ 4,840,201	\$ 5,916,547	\$ 4,598,961	\$ 1,351,593	\$ 130,100	\$ 280	\$ 16,837,682

City of Ketchikan, Alaska
Sales Tax Hospital and Other Public Works Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Taxes	\$ 2,945,000	\$ 2,945,000	\$ 2,820,130	\$ -	\$ 2,820,130	\$ (124,870)
Penalties and interest	13,500	13,500	10,881	-	10,881	(2,619)
Investment earnings	1,000	1,000	(44)	-	(44)	(1,044)
Miscellaneous	-	-	2,834	-	2,834	2,834
Total Revenues	<u>2,959,500</u>	<u>2,959,500</u>	<u>2,833,801</u>	<u>-</u>	<u>2,833,801</u>	<u>(125,699)</u>
Expenditures						
Current:						
Health and welfare	48,700	835,675	87,990	682,873	770,863	64,812
Total Expenditures	<u>48,700</u>	<u>835,675</u>	<u>87,990</u>	<u>682,873</u>	<u>770,863</u>	<u>64,812</u>
Excess of Revenues Over Expenditures	<u>2,910,800</u>	<u>2,123,825</u>	<u>2,745,811</u>	<u>(682,873)</u>	<u>2,062,938</u>	<u>(60,887)</u>
Other Financing Uses						
Transfers out						
General fund	(420,000)	(420,000)	(420,000)	-	(420,000)	-
Community grant fund	(51,147)	(51,147)	(51,147)	-	(51,147)	-
General obligation debt service fund	(1,592,000)	(1,628,665)	(1,628,665)	-	(1,628,665)	-
Total Other Financing Uses	<u>(2,063,147)</u>	<u>(2,099,812)</u>	<u>(2,099,812)</u>	<u>-</u>	<u>(2,099,812)</u>	<u>-</u>
Net Change in Fund Balances	<u>847,653</u>	<u>24,013</u>	<u>645,999</u>	<u>(682,873)</u>	<u>(36,874)</u>	<u>(60,887)</u>
Fund Balances Beginning of Year	<u>3,974,480</u>	<u>3,974,480</u>	<u>5,270,548</u>	<u>(113,035)</u>	<u>5,157,513</u>	<u>1,183,033</u>
Fund Balances End of Year	<u>\$ 4,822,133</u>	<u>\$ 3,998,493</u>	<u>\$ 5,916,547</u>	<u>\$ (795,908)</u>	<u>\$ 5,120,639</u>	<u>\$ 1,122,146</u>

City of Ketchikan, Alaska
Sales Tax Public Works Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive Negative
Revenues						
Taxes	\$ 4,417,500	\$ 4,417,500	\$ 4,230,195	\$ -	\$ 4,230,195	\$ (187,305)
Penalties and interest	-	-	16,321	-	16,321	16,321
Intergovernmental	-	-	163,963	-	163,963	163,963
Investment earnings	1,700	1,700	(140)	-	(140)	(1,840)
Contributions	-	-	35,000	-	35,000	35,000
Total Revenues	4,419,200	4,419,200	4,445,339	-	4,445,339	26,139
Expenditures						
Current:						
General government						
Finance	20,000	20,000	37,499	(30,047)	7,452	12,548
Public safety						
Fire	550,000	555,000	677,357	(132,408)	544,949	10,051
Police	397,374	397,374	343,621	(8,038)	335,583	61,791
Culture						
Museum	52,000	309,660	202,252	92,151	294,403	15,257
Civic center	219,750	162,750	159,295	-	159,295	3,455
Public works						
Engineering	200,000	200,000	64,168	-	64,168	135,832
Streets	1,601,673	1,666,620	973,254	(305,261)	667,993	998,627
Garage	58,000	58,000	-	(1,929)	(1,929)	59,929
Building maintenance	345,173	353,530	1,341,562	(987,501)	354,061	(531)
Total Expenditures	3,443,970	3,722,934	3,799,008	(1,373,033)	2,425,975	1,296,959
Excess of Revenues Over Expenditures	975,230	696,266	646,331	1,373,033	2,019,364	1,323,098
Other Financing Uses						
Transfer out						
General fund	(2,000,000)	(2,000,000)	(2,000,000)	-	(2,000,000)	-
Community grant fund	(76,706)	(76,706)	(76,706)	-	(76,706)	-
Total Other Financing Uses	(2,076,706)	(2,076,706)	(2,076,706)	-	(2,076,706)	-
Net Change in Fund Balances	(1,101,476)	(1,380,440)	(1,430,375)	1,373,033	(57,342)	1,323,098
Fund Balances Beginning of Year	3,620,163	3,620,163	6,029,336	(1,931,648)	4,097,688	477,525
Fund Balances End of Year	\$ 2,518,687	\$ 2,239,723	\$ 4,598,961	\$ (558,615)	\$ 4,040,346	\$ 1,800,623

City of Ketchikan, Alaska
Economic Development & Parking Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Investment earnings	\$ 100	\$ 100	\$ (58)	\$ -	\$ (58)	\$ (158)
Total Revenues	100	100	(58)	-	(58)	(158)
Expenditures						
Current:						
Economic tourism and development	171,000	171,000	177,227	(6,227)	171,000	-
Public works	-	-	-	(3,472)	(3,472)	3,472
Engineering	-	-	3,198	(11,570)	(8,372)	8,372
Streets	-	46,642	46,642	-	46,642	-
Building maintenance	-	-	-	-	-	-
	171,000	217,642	227,067	(21,269)	205,798	11,844
Deficiency of Revenues Under Expenditures	(170,900)	(217,542)	(227,125)	21,269	(205,856)	11,686
Other Financing Uses						
Advances from harbor improvements fund	312,500	312,500	-	88,453	88,453	(224,047)
Total Other Financing Uses	312,500	312,500	-	88,453	88,453	(224,047)
Net Change in Fund Balances	141,600	94,958	(227,125)	109,722	(117,403)	(212,361)
Fund Balances Beginning of Year	348,421	348,421	1,578,718	(1,271,269)	307,449	(40,972)
Fund Balances End of Year	\$ 490,021	\$ 443,379	\$ 1,351,593	\$ (1,161,547)	\$ 190,046	\$ (253,333)

City of Ketchikan, Alaska
Shoreline Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Investment earnings	\$ 40	\$ 40	\$ (3)	\$ -	\$ (3)	\$ (43)
Other Financing Uses						
General fund	(6,374)	(6,374)	(6,374)	-	(6,374)	-
Net Change in Fund Balances	(6,334)	(6,334)	(6,377)	-	(6,377)	(43)
Fund Balances Beginning of Year	136,558	136,558	136,477	-	136,477	(81)
Fund Balances End of Year	<u>\$ 130,224</u>	<u>\$ 130,224</u>	<u>\$ 130,100</u>	<u>\$ -</u>	<u>\$ 130,100</u>	<u>\$ (124)</u>

City of Ketchikan, Alaska
Community Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Contributions	\$ 179,000	\$ 179,000	\$ 179,000	\$ -	\$ 179,000	\$ -
Total Revenues	179,000	179,000	179,000	-	179,000	-
Expenditures						
Current:						
Mayor and council	358,000	358,000	358,000	-	358,000	-
Deficiency of Revenues Under Expenditures	(179,000)	(179,000)	(179,000)	-	(179,000)	-
Other Financing Sources						
Transfers in						
General fund	51,147	51,147	51,147	-	51,147	-
Hospital sales tax fund	51,147	51,147	51,147	-	51,147	-
Public works sales tax fund	76,706	76,706	76,706	-	76,706	-
Total Other Financing Sources	179,000	179,000	179,000	-	179,000	-
Net Change in Fund Balances	-	-	-	-	-	-
Fund Balances Beginning of Year	240	240	280	-	280	40
Fund Balances End of Year	\$ 240	\$ 240	\$ 280	\$ -	\$ 280	\$ 40

PROPRIETARY FUNDS

MAJOR ENTERPRISE FUNDS

Ketchikan Public Utilities Fund – This fund is used to account for the operations, maintenance, and capital improvements of Ketchikan Public Utilities, a combined utility that provides electric, telecommunications and water services.

Port Fund – This fund is used to account for the operations, maintenance, and capital improvements of the city-owned port facilities.

Wastewater Fund – This fund is used to account for the operations, maintenance, and capital improvements of the municipal wastewater collection and treatment utility system.

City of Ketchikan, Alaska
Ketchikan Public Utilities Fund
Comparative Statements of Net Position
December 31, 2014 and 2013

	2014	2013
Assets		
Current assets		
Cash and temporary investments	\$ 16,778,078	\$ 20,646,326
Restricted cash, cash equivalents and investments:		
Cash and temporary invest. - bond construction funds	208,971	130,827
Revenue bond redemption fund cash	1,099,448	1,011,843
Accounts receivable	\$ 2,193,406	
Less uncollectible accounts	<u>(70,000)</u>	2,123,406
Due from other governments	3,245,323	3,442,708
Prepaid expenses	17,165	19,812
Inventory of materials	3,012,369	3,117,883
Unbilled revenue	888,252	1,332,070
Total Current Assets	<u>27,373,012</u>	<u>32,229,596</u>
Noncurrent assets		
Restricted investments:		
Revenue bond reserve fund investments	1,678,041	1,758,678
Total noncurrent restricted assets	<u>1,678,041</u>	<u>1,758,678</u>
Utility plant in service:		
Land	2,722,866	2,674,616
Other non-depreciable assets	137,141	812,269
Construction work in progress	3,621,229	30,908,014
Plant in service	234,859,257	194,773,333
Less accumulated depreciation	<u>(125,367,533)</u>	<u>(120,163,617)</u>
Total capital assets (net of accumulated depreciation)	<u>115,972,960</u>	<u>109,004,615</u>
Total noncurrent assets	<u>117,651,001</u>	<u>110,763,293</u>
Total Assets	<u>145,024,013</u>	<u>142,992,889</u>
Deferred Outflow of Resources	<u>61,284</u>	<u>129,454</u>
Total Assets and Deferred Outflow of Resources	<u>\$ 145,085,297</u>	<u>\$ 143,122,343</u>

City of Ketchikan, Alaska
Ketchikan Public Utilities Fund
Comparative Statements of Net Position
December 31, 2014 and 2013

	2014	2013
Liabilities		
Current liabilities		
Accounts payable	\$ 3,211,029	\$ 5,008,334
Accrued interest payable	295,856	317,860
Compensated absences payable	77,833	79,281
Customer deposits	363,508	366,660
Unearned revenue	54,310	76,791
Unamortized premiums	115,484	122,771
Revenue bonds payable	2,044,901	2,115,305
Advances to other funds	266,209	-
Total current liabilities	<u>6,429,130</u>	<u>8,087,002</u>
Noncurrent liabilities		
Accrued interest payable	4,498	4,845
Unamortized bond premium	1,612,728	1,733,256
Compensated absences payable	700,494	713,531
Revenue bonds payable	23,976,441	25,785,297
Advances to other funds	3,733,791	4,000,000.00
Total noncurrent liabilities	<u>30,027,952</u>	<u>32,236,929</u>
Total liabilities	<u>36,457,082</u>	<u>40,323,931</u>
Net position		
Net investment in capital assets	88,284,690	79,377,440
Restricted bonds construction funds	208,971	130,827
Restricted for bond retirement	2,699,009	2,507,519
Unrestricted	17,435,545	20,782,626
Total net position	<u>108,628,215</u>	<u>102,798,412</u>
Total liabilities and net position	<u>\$ 145,085,297</u>	<u>\$ 143,122,343</u>

City of Ketchikan, Alaska
Ketchikan Public Utilities Fund
Comparative Statements of Revenues, Expenses and
Changes in Net Position - by Service
For the Years Ended December 31, 2014 and 2013

	Total		Electric	
	2014	2013	2014	2013
Operating Revenues				
Services	\$35,659,553	\$37,243,647	\$16,323,845	\$18,919,766
Other	327,364	473,668	293,569	426,644
Total Operating Revenues	<u>35,986,917</u>	<u>37,717,315</u>	<u>16,617,414</u>	<u>19,346,410</u>
Operating Expenses				
Operation and maintenance	23,307,990	25,687,131	12,203,835	14,904,688
Administration and general	5,754,985	5,426,532	1,693,482	1,644,964
Depreciation	6,908,978	6,264,041	2,769,401	2,502,345
Total Operating Expenses	<u>35,971,953</u>	<u>37,377,704</u>	<u>16,666,718</u>	<u>19,051,997</u>
Operating Income (Loss)	<u>14,964</u>	<u>339,611</u>	<u>(49,304)</u>	<u>294,413</u>
Non-Operating Revenues (Expenses)				
Operating grants	459,899	276,783	133,143	120,275
Interest earnings	11,666	(2,358)	11,215	(1,879)
Revenue bond interest expense	(1,007,523)	(685,165)	(696,067)	(528,196)
Other interest expense	(17,314)	(17,336)	(12,693)	(13,196)
Debt issuance costs	-	(140,595)	-	(132,743)
Total Non-Operating Revenue (Expenses)	<u>(553,272)</u>	<u>(568,671)</u>	<u>(564,402)</u>	<u>(555,739)</u>
Net Income (Loss) Before Contributions, Grants and Transfers	<u>(538,308)</u>	<u>(229,060)</u>	<u>(613,706)</u>	<u>(261,326)</u>
Capital contributions	144,259	200,818	66,795	32,420
Capital grants	7,009,852	8,087,997	6,491,142	5,967,743
Transfers out - payment in lieu of taxes	(786,000)	(786,000)	(381,993)	(381,993)
Total Contributions, Grants and Transfers	<u>6,368,111</u>	<u>7,502,815</u>	<u>6,175,944</u>	<u>5,618,170</u>
Change in Net Position	<u>5,829,803</u>	<u>7,273,755</u>	<u>\$5,562,238</u>	<u>\$5,356,844</u>
Net Position Beginning of Year	<u>102,798,412</u>	<u>95,524,657</u>		
Net Position End of Year	<u>\$108,628,215</u>	<u>\$102,798,412</u>		

Telecommunications		Water	
2014	2013	2014	2013
\$16,160,808	\$15,241,977	\$3,174,900	\$3,081,904
-	-	33,795	47,024
<u>16,160,808</u>	<u>15,241,977</u>	<u>3,208,695</u>	<u>3,128,928</u>
9,043,964	8,556,970	2,060,191	2,225,473
3,630,057	3,369,942	431,446	411,626
2,873,290	2,529,229	1,266,287	1,232,467
<u>15,547,311</u>	<u>14,456,141</u>	<u>3,757,924</u>	<u>3,869,566</u>
<u>613,497</u>	<u>785,836</u>	<u>(549,229)</u>	<u>(740,638)</u>
290,314	138,781	36,442	17,727
296	(919)	155	440
(160,702)	(1,241)	(150,754)	(155,728)
(4,621)	(4,140)	-	-
-	(235)	-	(7,617)
<u>125,287</u>	<u>132,246</u>	<u>(114,157)</u>	<u>(145,178)</u>
738,784	918,082	(663,386)	(885,816)
77,464	168,398	-	-
7,564	10,110	511,146	2,110,144
(206,358)	(206,358)	(197,649)	(197,649)
<u>(121,330)</u>	<u>(27,850)</u>	<u>313,497</u>	<u>1,912,495</u>
<u>\$617,454</u>	<u>\$890,232</u>	<u>(\$349,889)</u>	<u>\$1,026,679</u>

City of Ketchikan, Alaska
Ketchikan Public Utilities Fund
Comparative Statements of Cash Flows
For the Years Ended December 31, 2014 and 2013

	2014	2013
Cash Flows from Operating Activities		
Cash received from customers and users	\$ 36,902,771	\$ 37,350,675
Cash payments to employees for services	(13,186,745)	(12,815,846)
Cash payments to suppliers for goods and services	(15,915,601)	(18,881,211)
Net Cash Provided by Operating Activities	<u>7,800,425</u>	<u>5,653,618</u>
Cash Flows from Noncapital Financing Activity		
Operating grant from other governments	459,899	276,783
Payment in lieu of taxes to the general fund	(786,000)	(786,000)
Net Cash Used by Noncapital Financing Activities	<u>(326,101)</u>	<u>(509,217)</u>
Cash Flows from Capital and Related Financing Activities		
Advances from other funds	-	4,000,000
Capital grant received from other governments	7,274,085	6,409,363
Capital debt proceeds	243,052	16,344,858
Principal paid on revenue bonds	(2,044,901)	(2,115,305)
Interest paid on revenue bonds	(1,106,833)	(571,707)
Payments for capital acquisitions and construction	(15,630,422)	(25,111,862)
Net Cash Used by Capital and Related Financing Activities	<u>(11,265,019)</u>	<u>(1,044,653)</u>
Cash Flows from Investing Activities		
Investment earnings	7,559	20,126
Purchase of bond reserve fund investments	80,637	212,016
Net Cash Flows Provided by Investing Activities	<u>88,196</u>	<u>232,142</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(3,702,499)	4,331,890
Cash and Cash Equivalents Beginning of Year	21,788,996	17,457,106
Cash and Cash Equivalents End of Year	<u>\$ 18,086,497</u>	<u>\$ 21,788,996</u>
Reconciliation of Cash and Cash Equivalents to the Balance Sheet:		
Cash and temporary investments - current assets	16,778,078	20,646,326
Bond construction fund cash - restricted	208,971	130,827
Revenue bond redemption fund - restricted	1,099,448	1,011,843
	<u>\$ 18,086,497</u>	<u>\$ 21,788,996</u>

(continued)